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DIRECTORATE OF INTELLIGENCE	
28 October 1987	
North Yemeni-Libyan Relations: A Tactical Rapprochement	25X′
Summary	
The warming trend in North Yemeni-Libyan relations appears to be based primarily on tactical considerations of mutual convenience. From the perspective of North Yemen President 'Ali 'Abdallah Salih, Libyan military and economic assistance has provided his beleagured regime with a much needed shot in the arm. Libyan leader Qadhafi's interest in the relationship is aimed at reducing his isolation, gaining support for his war in Chad, and undermining US influence in the region. Salih is concerned about US and Western reactions to flirtations with Tripoli, but he apparently had decided that the tangible benefits of closer ties outweigh the political costs. In our judgment, relations between North Yemen and Libya will continue to improve in the near term, but the longer term outlook is questionable and will be troubled by recurring political differences and the volatility of Qadhafi's foreign policy.	25 <b>X</b> ^
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This memorandum was prepared at the request of Donald Gregg, Assistant to the Vice President for National Security Affairs, by Peninsula Branch, Persian Gulf Division, with contributions by Office of Near Eastern and South Asian Analysis.  Comments and queries are welcome and may be directed to the Chief, Persian Gulf Division, NESA	25X 25X 25X 25X
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North Yemen finds itself caught between the conflicting interests of the United States--on which it relies to balance Soviet and Saudi influence in North Yemen--and Libya from which it receives badly needed economic assistance and military cooperation. North Yemeni President 'Ali 'Abdallah Salih does not want to offend the United States and generally tries to downplay his relationship with Qadhafi. But Salih is obligated to Qadhafi for assistance rendered and will respond to Libyan requests, sometimes at the expense of US interests.

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The value President Salih places on his relationship with Libya was demonstrated by his emphasis on Libyan issues in September during talks with the US delegation to North Yemen's 25th anniversary National Day celebrations--partly financed by Libya. Over the past year, Tripoli's assistance has been one of the few bright spots for Salih's regime.

- -- Unable to secure Saudi backing for his policy toward Aden, Salih accepted a Libyan offer to provide significant economic and military support for the more than 30,000 exiles who fled to North Yemen in January 1986 with deposed South Yemeni President Ali Nasir.
- -- Tripoli also helped to fill the gap when Riyadh failed to deliver promised economic assistance to North Yemen and cut oil shipments to force Salih to negotiate contentious border issues.

  Libya is providing North Yemen with at least 15,000 barrels of oil per day--approximately one-half its domestic requirement--on generous concessionary terms. The arrangement expires in November.

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supply North Yemen with SCUD tactical missiles and SA-6 surface-to-air missiles after the Soviets rebuffed Sanaa's request for advanced weapon systems late last year. At least two hundred North Yemeni troops currently are in Libya receiving training on these systems, which Sanaa expects to receive within the next six months.

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## North Yemeni Motivations

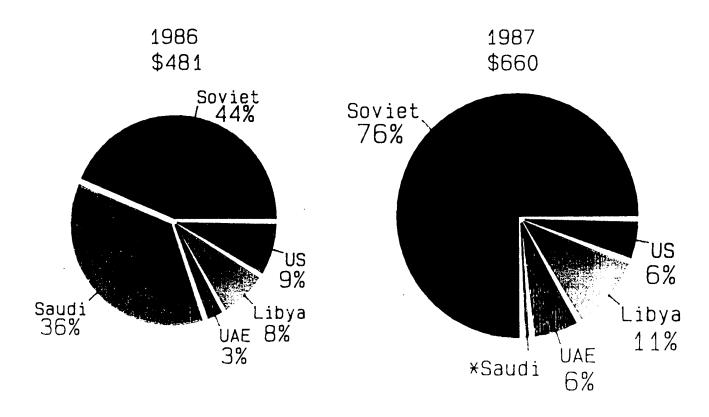
In our judgment, Salih believes that Libyan economic and military aid--in the absence of Saudi economic assistance and declining US aid levels--has played a pivotal role in shoring up his beleaguered regime. Salih's inability to satisfy popular expectations raised by the prospects of oil revenues or to resolve North Yemen's troubled relations with its neighbors has begun to alienate key constituencies, such as the military and the tribes. Libyan military assistance has

2

helped to satisfy Salih's critics within the defense establishment.	25 <b>X</b> 1
Salih's relations with Libya also have helped to further his limited arms diversification program designed to decrease North Yemen's dependence on direct Soviet military assistance and advisors. Libya has been Salih's only significant source of arms outside of the Soviet Union since the January 1986 civil war in South Yemen.	25X1
From North Yemen's perspective, Salih's reciprocations for Libyan aid have been relatively modest. Salih has:	
Provided limited military and diplomatic support to Libya's campaign in Chad; North Yemen has facilitated the transfer of approximately 2,300 South Yemeni exile military personnel to Libya and has given the Libyans a vague promise to send North Yemeni regulars as well.	
vagae promise to send north rement regulars as well.	25X1
Mediated between Libya and Egypt over the return of a Libyan C-130 transport aircraft and its crew after the pilot and copilot defected in early 1987.	25 <b>X</b> 1
Libyan Motivations: Increased Influence	
Libyan leader Qadhafi's interest in North Yemen dovetails with several broader policy objectives in the Arab world. Qadhafi's repeated attempts since June 1986 to mediate the repatriation of the South Yemeni exiles in North Yemen reflect his desire to reduce his isolation and ultimately gain a leadership role in the Arab world. His provision of arms to the exiles and economic and military assistance to North Yemen are part of an effort to gain leverage with both parties. Qadhafi almost certainly hopes to use this leverage to draw North Yemen away from the United States. He probably is also attracted by North Yemen's proximity to Saudi Arabia, Djibouti, and Somalia, periodic targets of Libyan subversion.	0574
	25 <b>X</b> 1

## Economic and Military Aid to North Yemen 1986-1987

(Millions of US Dollars)



\* Less than 1% of total aid for 1987

The relationship has provided several important tactical opportunities for Qadhafi:

- -- Salih's visit to Libya in the summer of 1986, the first by a head of state following the US airstrike in April, helped ease Qadhafi's concern about international isolation.
- -- North Yemeni support for his war with Chad will ease some of the combat burden on Libyan forces and possibly also reduce domestic political pressures.
- -- Visits to North Yemen by low-level Libyan officials and representatives of the revolutionary committees provide a safety valve against domestic discontent by giving his regime the appearance of acceptance in the Arab world.

-- Yemeni intercession with Baghdad probably helped the restoration of Libyan-Iraqi relations last month.

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In Qadhafi's view, the military and economic aid provided to Sanaa is a low-cost way of obtaining Sanaa's support. The military equipment given by Tripoli constitutes only a fraction of Libya's inventory and will not diminish Libyan military capabilities. Libyan economic and technical aid, particularly in the form of oil, also is affordable.

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## Prospects for the Relationship

In our judgment, the short term prospects for the relationship are good. In North Yemen, the impetus for pursuing the relationship comes from Salih, and there is no evidence of inner circle discord on this issue.

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The outlook for the long-term relationship is less positive. North Yemeni-Libyan relations traditionally have been characterized by deep mistrust and, despite the upswing in bilateral activity, considerable mutual suspicion still is evident. Salih suspects that Qadhafi will continue to back North Yemeni dissidents, particularly the Nassirist-oriented "13 June Movement" with which Qadhafi has close ties. Moreover, Qadhafi may worry that North Yemen will simply use Tripoli to get assistance, but will suspend political support for Tripoli's foreign policy.

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We believe that Salih is aware of the risks he faces in dealing with Qadhafi. Tripoli has a history of meddling in

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attempts in South Yemeni	s internal affairs, including support for coup 1978 and 1982 and substantial backing for the -sponsored National Democratic Front insurgency
until 1982.	
In our mercurial Li	judgment, Salih will be unable to satisfy the byan leader indefinitely.
merouriur br	Dyan reader indefinitely.
regulars it	Should Salih refuse to provide North Yemeni would reduce Qadhafi's stake in the relationship
and probably	derail future arms agreements.
In addi	tion, Salih's relationship with Libya undoubtedly
to the US Em	im further problems with Saudi Arabia. According bassy in Riyadh, the Saudis have expressed their
displeasure citing it as	over the improvement in North Yemeni-Libyan ties, a factor in their growing irritation with Salih.
	and a second sec
In resp	onse to these and other concerns, Salih has made
an effort to	limit the Libyan role in his country.
Implications	for the United States
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## Chronology of North Yemen-Libyan Ties

1978		
		25 <b>X</b> 1
Oct	Libyan-sponsored unsuccessful coup attempt against Salih; Sanaa freezes relations with Tripoli.	
Dec	Libya promises to finance development projects  Libyan ambassador returns to Sanaa.	25X1 25X1
1979		
May	North Yemen Ambassador presents credentials in Tripoli. Bilateral economic agreements signed.	
Nov	Salih makes first official visit to Tripoli.	
1980-82	Tension increases in relationship as evidence grows of continuing Libyan subversion against Salih regime grows.	
1982		
Mar	Libyan-backed plot assassinate Salih uncovered.	
Oct	Salih's forces defeat the Front.	
1983		
		25 <b>X</b> 1
Jul	Qadhafi receives red-carpet treatment during official visit to North Yemen; offers arms and oil and other economic assistance.	
1984-85	Limited bilateral activity. No evidence promised Libyan aid delivered.	
1986		
		25 <b>X</b> 1
Apr	Salih publicly supports Libya after US attack on Tripoli.	

6

	Salih reproaches US Vice President for attack, requests EC Chiefs of Mission in Sanaa not to back US action.	
	Libyan-backed shooting of US Embassy official in Sanaa.	
May	North Yemeni Foreign Minister travels to Libya and extracts apology from Qadhafi, further aid commitments.	
Jun	Salih meets South Yemeni counterpart under Libya's auspices.	
Oct	North Yemen accepts Libyan offer of oil assistance.	
Nov	North Yemen cancels visit of US CINCCENTCOM to avoid jeapordizing Libyan aid.	
		25X1
1987		
Feb		25 <b>X</b> 1
	Salih cancels visit to US.	
Mar	Libya promises discounted oil and military aid to Sanaa	25 <b>X</b> 1
	Salih visits Libya in exchange for \$30 million.	
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SUBJECT:	North Yemeni-Libyan Relations: A Tacta Rapprochement NESA M 87-20103	ical 2
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